



February 18, 2013

Mrs. Jocelyn Boyd
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Drive, Suite 100
Columbia, South Carolina 29211

RE: Progress Energy Carolinas, Inc.'s Second Quarter 2012 Earnings Report
Docket No. 1988-11-E

Dear Mrs. Boyd:

On August 31, 2012, as required by Commission Order No. 88-864, Progress Energy Carolinas, Inc. ("PEC") filed its second quarter earnings report. Although PEC reviewed and authorized the correct version of the report, an incorrect version was inadvertently filed. Consequently, I am attaching the correct version of the report as attested to by Lloyd Yates, who was President and Chief Executive Officer of PEC during the second quarter of 2012 and Steven Young, current Vice President – Chief Accounting Officer and Controller. Please stamp and return this copy to me.

Should you have any questions, please feel free to contact me at 919-546-2559.

Sincerely,

A handwritten signature in dark ink, appearing to read 'M. Scott Foster', written in a cursive style.

M. Scott Foster
Manager – PEC Regulatory & Property Accounting
Progress Energy Service Company

cc: John Flitter
Director of Electric and Gas Regulation

PROGRESS ENERGY CAROLINAS
SC QUARTERLY REPORT
PER BOOKS AND ADJUSTED COS STUDY
FOR THE TEST YEAR ENDED JUNE 30, 2012

EXHIBIT A1

SYSTEM TOTAL - ELECTRIC OPERATIONS			
DESCRIPTION	TOTAL PER BOOKS	ADJUSTMENTS	TOTAL WITH ADJUSTMENTS
(1)	(2)	(3)	(4)
	\$	\$	\$
NET OPERATING REVENUE	4,502,171,209	-	4,502,171,209
OPERATING EXPENSE:			
NET O&M EXPENSES	3,068,242,353	53,892,508	3,122,134,861
DEPRECIATION	528,361,775	19,512,678	547,874,453
TAXES (OTHER THAN INCOME)	212,937,790	1,449,189	214,386,979
INCOME TAX - STATE	25,496,004	(19,024,858)	6,471,146
INCOME TAX - FEDERAL	(85,708,773)	5,946,405	(79,762,368)
PROV. FOR DEFERRED TAXES	258,651,100	(13,518,365)	245,132,735
INVESTMENT TAX CREDIT	(5,730,936)	-	(5,730,936)
TOTAL OPERATING EXPENSE	4,002,249,313	48,257,557	4,050,506,870
INCOME FOR RETURN:			
OPERATING INCOME	499,921,896	(48,257,557)	451,664,339
CUSTOMER GROWTH	1,583,870	(152,891)	1,430,979
INTEREST ON CUST. DEPOSITS	(7,394,192)	-	(7,394,192)
HARRIS DEFERRAL AMORT.	-	-	-
TOTAL INCOME FOR RETURN	494,111,574	(48,410,448)	445,701,126
RATE BASE:			
PLANT IN SERVICE:			
ELECTRIC PLANT IN SERVICE	18,339,382,930	197,387,931	18,536,770,861
PLANT HELD FOR FUTURE USE	18,154,570	-	18,154,570
RESERVE FOR DEPRECIATION	(9,223,551,157)	(19,512,678)	(9,243,063,835)
NET PLANT IN SERVICE	9,133,986,343	177,875,253	9,311,861,596
NUCLEAR FUEL INVENTORY	476,775,374	-	476,775,374
DEFERRED TAXES - LIB. DEPR.	(2,000,767,933)	155,014,396	(1,845,753,537)
REGULATORY ASSETS	1,015,968,387	(155,014,396)	860,953,991
WORKING CAPITAL:			
MATERIALS & SUPPLIES	796,316,561	(23,634,706)	772,681,855
CASH WORKING CAPITAL	444,765,701	-	444,765,701
UNCLAIMED REFUNDS	128	-	128
PREPAYMENTS	19,495,048	-	19,495,048
TAX ACCRUALS	(30,915,213)	-	(30,915,213)
CUSTOMER DEPOSITS	(120,065,752)	-	(120,065,752)
OPERATING RESERVES	(742,522,819)	-	(742,522,819)
CUSTOMER ADVANCES FOR CONSTR.	(15,426,868)	-	(15,426,868)
UNAMORTIZED PROJECTS	-	-	-
TOTAL WORKING CAPITAL	351,646,786	(23,634,706)	328,012,080
TOTAL RATE BASE	8,977,608,957	154,240,547	9,131,849,504
RATE OF RETURN (%)	5.50		4.88

PROGRESS ENERGY CAROLINAS
SC QUARTERLY REPORT
PER BOOKS AND ADJUSTED COS STUDY
FOR THE TEST YEAR ENDED JUNE 30, 2012

EXHIBIT A2

S.C. RETAIL TOTAL - ELECTRIC OPERATIONS			
DESCRIPTION	TOTAL PER BOOKS	ADJUSTMENTS	TOTAL WITH ADJUSTMENTS
(1)	(2)	(3)	(4)
	\$	\$	\$
NET OPERATING REVENUE	520,573,228	-	520,573,228
OPERATING EXPENSE:			
NET O&M EXPENSES	360,099,484	6,242,505	366,341,989
DEPRECIATION	64,908,779	2,168,040	67,076,819
TAXES (OTHER THAN INCOME)	16,388,331	147,147	16,535,478
INCOME TAX - STATE	1,135,129	127,137	1,262,266
INCOME TAX - FEDERAL	(7,951,583)	415,694	(7,535,889)
PROV. FOR DEFERRED TAXES	30,991,288	(1,563,247)	29,428,041
INVESTMENT TAX CREDIT	(641,719)	-	(641,719)
TOTAL OPERATING EXPENSE	464,929,709	7,537,276	472,466,984
INCOME FOR RETURN:			
OPERATING INCOME	55,643,519	(7,537,276)	48,106,244
CUSTOMER GROWTH	17,385	(2,355)	15,030
INTEREST ON CUST. DEPOSITS	(599,224)	-	(599,224)
HARRIS DEFERRAL AMORT.	-	-	-
TOTAL INCOME FOR RETURN	55,061,680	(7,539,631)	47,522,050
RATE BASE:			
PLANT IN SERVICE:			
ELECTRIC PLANT IN SERVICE	2,111,497,725	21,953,869	2,133,451,594
PLANT HELD FOR FUTURE USE	2,019,186	-	2,019,186
RESERVE FOR DEPRECIATION	(1,064,481,047)	(2,206,867)	(1,066,687,914)
NET PLANT IN SERVICE	1,049,035,864	19,747,002	1,068,782,866
NUCLEAR FUEL INVENTORY	53,894,578	-	53,894,578
DEFERRED TAXES - LIB. DEPR.	(256,512,826)	17,678,772	(238,834,054)
REGULATORY ASSETS	137,785,724	(17,241,002)	120,544,722
WORKING CAPITAL:			
MATERIALS & SUPPLIES	82,641,004	(2,671,662)	79,969,342
CASH WORKING CAPITAL	53,205,386	-	53,205,386
UNCLAIMED REFUNDS	689	-	689
PREPAYMENTS	2,241,051	-	2,241,051
TAX ACCRUALS	(3,553,856)	-	(3,553,856)
CUSTOMER DEPOSITS	(17,959,366)	-	(17,959,366)
OPERATING RESERVES	(84,855,916)	-	(84,855,916)
CUSTOMER ADVANCES FOR CONSTR.	(2,014,935)	-	(2,014,935)
UNAMORTIZED PROJECTS	-	-	-
TOTAL WORKING CAPITAL	29,704,057	(2,671,662)	27,032,395
TOTAL RATE BASE	1,013,907,397	17,513,109	1,031,420,506
RATE OF RETURN (%)	5.43		4.61

PROGRESS ENERGY CAROLINAS
S.C. QUARTERLY REPORT
S.C. RETAIL - RETURN ON COMMON EQUITY
FOR THE TEST YEAR ENDED JUNE 30, 2012

"PER BOOKS"

DESCRIPTION	TOTAL COMPANY CAPITALIZATION		S.C. RETAIL RATE BASE	RATE EARNED	NET OPERATING INCOME
	AMOUNT	RATIO			
	\$	%	\$	%	\$
(1)	(2)	(3)	(4)	(5)	(6)
LONG-TERM DEBT	5,184,813,624	49.86%	505,534,228	4.53%	22,900,701
PREFERRED STOCK	59,333,982	0.57%	5,779,272	5.33%	308,035
COMMON EQUITY	5,154,082,140	49.57%	502,593,897	6.34%	31,852,945
TOTAL CAPITALIZATION	10,398,229,746	100.00%	1,013,907,397		55,061,680

"ADJUSTED"

DESCRIPTION	TOTAL COMPANY CAPITALIZATION		S.C. RETAIL RATE BASE	RATE EARNED	NET OPERATING INCOME
	AMOUNT	RATIO			
	\$	%	\$	%	\$
(1)	(2)	(3)	(4)	(5)	(6)
LONG-TERM DEBT	5,184,813,624	50.43%	520,145,361	4.53%	23,562,585
PREFERRED STOCK	59,333,982	0.58%	5,982,239	5.33%	318,853
COMMON EQUITY	5,037,760,033	48.99%	505,292,906	4.68%	23,640,612
TOTAL CAPITALIZATION	10,281,907,639	100.00%	1,031,420,506		47,522,050